



U.S. DEPARTMENT OF JUSTICE

CRIMINAL DIVISION

Fraud Section

1400 New York Ave. NW
Washington, D.C. 20530

January 10, 2025

VIA ECF

Honorable Katherine Polk Failla
 United States District Judge
 Thurgood Marshall United States Courthouse
 40 Foley Square
 New York, NY 10007

Re: SEC v. Farnsworth, et al., No. 1:22-cv-8226-KPF (S.D.N.Y.)

Dear Judge Failla:

On November 6, 2023, the Court issued an order staying this case pending resolution of the parallel criminal cases *United States v. Farnsworth*, No. 22 Cr. 20521 (DSL) (S.D. Fla.) and *United States v. Itum*, No. 23 Cr. 82 (VAP) (C.D. Cal.). On September 19, 2024, the Court ordered the Government to “file their next update on or before March 31, 2025, or within a week of any significant update in either the *Farnsworth* or *Itum* case.”

United States v. Farnsworth. On January 7, 2025, Defendant Theodore Farnsworth pled guilty in the Southern District of Florida to a two-count superseding information charging him with securities fraud related to Helios & Matheson and conspiracy to commit securities fraud related to another public company. Judge Leibowitz set a status conference for Defendant Farnsworth for July 10, 2025. Sentencing for neither Defendant Farnsworth nor Defendant Mitch Lowe has been set.

United States v. Itum. Defendant Itum is set to be sentenced in the Central District of California on February 28, 2025.

Please let us know if there is any additional information that we can provide for the Court’s consideration.

Sincerely,

/s Matt Reilly
 Lauren Archer
 Matthew Reilly
 Katherine McCarthy
 Trial Attorneys

UNITED STATES DEPARTMENT OF JUSTICE
Criminal Division, Fraud Section
Market Integrity and Major Frauds
1400 New York Ave. NW
Washington, D.C. 20005
(202) 320-8523
matthew.reilly2@usdoj.gov